

RESOLUTION NO. 20140320-027

WHEREAS, Resolution No. 20140213-020, regarding a loan for a proposed mixed income rental development known as the Merritt Lakeline Station Apartments, contained incorrect information; and

WHEREAS, Council desires to restate the provisions of Resolution No. 20140213-020 in this resolution; and

WHEREAS, the City has received voter authorization to issue general obligation bonds with the bond proceeds used to finance the construction and permanent financing of affordable housing developments located in the City's corporate limits (the "City Funding Program"); and

WHEREAS, the City has adopted program guidelines for the operation of its City Funding Program to ensure that housing developments provided financing under the City Funding Program are providing quality affordable housing opportunities to lower income residents of the community; and

WHEREAS, the City has entered into an agreement with the Austin Housing Finance Corporation, an instrumentality of the City whose full board of directors consist of members of the Austin City Council, to administer and operate the City Funding Program on behalf of the City with assistance of City staff; and

WHEREAS, DDC Merritt Lakeline Station, Ltd. has filed Application No. 14243 to the Texas Department of Housing and Community Affairs for an award of Low Income Housing Tax Credits for a proposed 200-unit multi-family development to be located at 10701 Lakeline Mall Drive, Austin,

Williamson County, Texas, to be known as Merritt Lakeline Station Apartments (the "Proposed Merritt Lakeline Station Development"); and

WHEREAS, subject to the award of Low Income Housing Tax Credits by the Texas Department of Housing and Community Affairs, the Board of Directors of the Austin Housing Finance Corporation has approved a loan repayable from cash flow under the City Funding Program in an amount not in excess of \$2,200,000 with DDC Merritt Lakeline Station, Ltd. (the "Developer") for development of the Proposed Merritt Lakeline Station Development; and

WHEREAS, the City desires that the Austin Housing Finance Corporation enter into a loan with the Developer for the Proposed Merritt Lakeline Station Development using City-issued general obligation bond proceeds through a loan repayable from cash flow under the City Funding Program which exceeds the requirements of Section 11.9(d)(2)(D) of the 2014 State of Texas Qualified Allocation Plan; **NOW, THEREFORE,**

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:

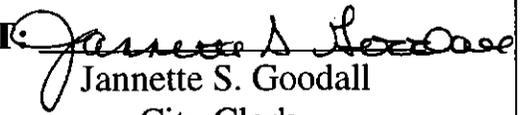
The City Manager is authorized to ensure that the Austin Housing Finance Corporation, under the agreement authorizing the corporation to administer the City Funding Program, enters into a loan, repayable from cash flow and funded with City-issued general obligation bond proceeds, in an amount not in excess of \$2,200,000 with the Developer for development of the Proposed Merritt Lakeline Station Development, with loan funding being subject to the award of Low Income Housing Tax Credits by the Texas Department of Housing and Community Affairs.

The loan repayable from cash flow funded with City-issued general obligation bond proceeds from the Austin Housing Finance Corporation to the Developer shall be structured with a forty-year term, at a zero percent rate of interest, secured by a lien on the Proposed Merritt Lakeline Station Development, and the funds for this proposed loan have not been provided to the City by the Developer or a related party to the Developer.

BE IT FURTHER RESOLVED:

This resolution supersedes Resolution No. 20140213-020.

ADOPTED: March 20, 2014

ATTEST: 
Jannette S. Goodall
City Clerk